



Norman H. Bangerter  
Governor

Dee C. Hansen  
Executive Director

Dianne R. Nielson, Ph.D.  
Division Director

# State of Utah

DEPARTMENT OF NATURAL RESOURCES  
DIVISION OF OIL, GAS AND MINING

355 West North Temple  
3 Triad Center, Suite 350  
Salt Lake City, Utah 84180-1203  
801-538-5340

WILLIAM HUGHAM  
FILE COPY

July 26, 1989

TO: Board of Oil, Gas and Mining

THRU: Lowell P. Braxton, Associate Director, Mining *LPB*

FROM: D. Wayne Hedberg, Senior Reclamation Specialist/Hydrologist *DWH*

RE: Request for Approval of Amount and Form of Reclamation Surety, Crystal Peak Minerals Corporation, Sevier Dry Lake Project - Permit Amendment, M/027/008-89(1), Millard County, Utah

The Division seeks the Board's approval for the amount and form of reclamation surety to be provided by Crystal Peak Minerals Corporation for the proposed amendment to the Sevier Dry Lake Project. The 1989 project amendment has been reviewed and approved by the Division of State Lands and Forestry, the BLM, and the Division of Oil, Gas and Mining. The following background information is attached for your review:

1. An executive summary of the proposed permit amendment.
2. A copy of the reclamation surety cost estimate for the project amendment (\$59,000 in 1994 dollars).
3. A copy of the operator's formal request for approval of a Board Contract to cover one half of the reclamation surety estimate for the Sevier Dry Lake Project (\$59,000).
4. A copy of the Division's "Self Bonding Qualification Sheet" based upon Crystal Peak Minerals Corporation's unaudited June 30, 1988 and March 31, 1989, financial balance sheets.

Upon the Board's acceptance of the amount and form of reclamation surety, the Division will issue formal written approval to Crystal Peak Minerals Corporation.

DWH/jb  
Attachments  
MN2/18

0006

NONCOAL  
(July 1989)

Mine Name Crystal Peak Minerals Corp.  
Permit No. M/027/008  
Date July 26, 1989  
Checked By Scott Johnson

### SELF BONDING QUALIFICATION SHEET

Applicant required to meet one of the following criteria:

1. Current rating for most recent bond issuance  
("A" or higher) (Moody's Investor Service or  
Standard and Poor's Corporation) N/A

or

2. A. Tangible Net Worth = (at least \$10 Million)  
(Net worth minus intangibles [Goodwill and  
rights to patents or royalties]) \$4,360,237  
B. Total Liabilities/Net Worth  
(2.5 times or less) = 0.10  
C. Current Assets/Current Liabilities  
(1.2 times or greater) = 15.7  
Reference: 3-31-89 Balance Sheet

or

3. A. Fixed assets in the United States  
(at least \$20 million) = \$4,718,498  
B. Total Liabilities/Net Worth  
(2.5 times or less) = 0.10  
C. Current Assets/Current Liabilities  
(1.2 times or greater) = 15.7  
Reference: 3-31-89 Balance Sheet

Has the operator been in continuous operation of not less than five (5)  
years (immediately preceding the time of application) (submitted five  
annual reports)?  
Yes \_\_\_\_\_ No X

Has the operator furnished financial statements prepared by an  
independent certified public accountant in conformity with generally  
accepted accounting principles?  
Yes \_\_\_\_\_ No X

Has the operator furnished unaudited financial statements for  
completed quarters in the current fiscal year?  
Yes X No \_\_\_\_\_

Has the operator supplied other useful information for determining  
financial qualifications?  
Yes \_\_\_\_\_ No X